

FINANCIAL REPORT
WEBSTER PARISH FIRE PROTECTION
DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
DECEMBER 31, 2013

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date AUG 20 2014

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Members of the Board of Commissioners
Webster Parish Fire Protection District No. 6,
Component Unit of Webster Parish Police Jury
Cullen, Louisiana

We have compiled the accompanying financial statements of the governmental activities of Webster Parish Fire Protection District No. 6, component unit of Webster Parish Police Jury, as of and for the year ended December 31, 2013, which collectively comprise the District's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of Webster Parish Fire Protection District No. 6 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.


Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of Webster Parish Fire Protection District No. 6 in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has not presented the management's discussion and analysis information that the Government Accounting Standards Board has determined is required to supplement, although not required to be part of, the basic financial statements.

The Schedule of Per Diem Paid to Board Members, Summary Schedule of Prior Year Findings, and Corrective Action Plan for Current Year Findings on pages 10-12 are presented for purposes of additional analysis and are not a required part of the financial

statements. We have not audited or reviewed this schedule and, accordingly, do not express an opinion or any other form of assurance on it.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

A handwritten signature in black ink, appearing to read "James W. Martin". The signature is fluid and cursive, with a large, stylized initial "J" and "M".

Jamieson, Wise & Martin
June 29, 2014

BASIC FINANCIAL STATEMENTS

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Statement of Net Position
December 31, 2013

	<u>Governmental Fund Type</u>
	<u>Special Revenue Fund</u>
ASSETS	
Cash	\$ 127,780
Receivables	187,728
Prepaid assets	4,466
Capital assets (net)	872,495
Total assets	<u>1,192,469</u>
LIABILITIES	
Liabilities:	
Accounts, salaries, and other payables	6,494
Bonds payable	<u>559,000</u>
Total liabilities	<u>565,494</u>
NET ASSETS	
Invested in capital assets, net of related debt	313,495
Unrestricted	<u>313,480</u>
Total net position	<u>\$ 626,975</u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Statement of Activities
For the year ended December 31, 2013

	Net (Expenses)
Governmental activities:	
Public safety - fire protection	\$ <u>(184,027)</u>
General revenues:	
Ad valorem taxes	184,172
Intergovernmental	17,155
Interest	1,840
Miscellaneous	<u>4,809</u>
Total general revenues	<u>207,976</u>
Change in net position	23,949
Net position - beginning	<u>603,026</u>
Net position - ending	<u><u>\$ 626,975</u></u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Balance Sheet - Governmental Fund
December 31, 2013

	Special Revenue Fund
ASSETS	
Cash	\$ 127,780
Receivables	<u>187,728</u>
Total assets	<u>315,508</u>
LIABILITIES AND FUND EQUITY	
Liabilities:	
Accounts payable	<u>6,494</u>
Total liabilities	<u>6,494</u>
Deferred Inflows of Resources:	
Property Taxes Uncollected	<u>15,667</u>
Total Deferred inflows of resources	<u>15,667</u>
Fund Balance:	
Fund balances -	
Unassigned	<u>293,347</u>
Total fund equity	<u>293,347</u>
Total liabilities and fund equity	<u>\$ 315,508</u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
 Cullen, Louisiana

Reconciliation of the Governmental Fund Balance Sheet
 to the Government-Wide Financial Statement of Net Assets
 December 31, 2013

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Fund Balance, Total Governmental Fund (Statement C)	\$ 293,347
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental fund	872,495
Payables which do not use current financial resources are not reported in the governmental fund	(559,000)
Deferred revenues are not financial resources and, therefore, are not reported in the governmental fund	15,667
Prepaid assets are not financial resources and, therefore, are not reported in the governmental fund	<u>4,466</u>
Net Position of Governmental Activities (Statement A)	<u>\$ 626,975</u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Governmental Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the year ended December 31, 2013

	Special Revenue Fund
REVENUES	
Ad valorem taxes	\$ 175,355
Interest	1,840
Intergovernmental revenues -	
Webster Parish Police Jury-Fire Rebate	11,155
Donations	-
State Grants	-
On-behalf payments	6,000
Miscellaneous	4,809
Total revenues	<u>199,159</u>
EXPENDITURES	
Current - public safety:	
Salaries & related expenses	40,054
Other benefits	6,169
Board members	2,130
Fireman reimbursements	8,022
Utilities	4,308
Accounting & Legal	3,550
Insurance	26,706
Office expense	3,591
Dues & subscriptions	502
Building lease	123
Repairs & maintenance	20,816
Telephone	4,825
Supplies	5,970
Training	2,682
Fuel & truck expense	6,877
Miscellaneous	124
Bond & Interest Payment	57,587
Capital outlay	612,716
Total expenditures	<u>806,752</u>
Excess (deficiency) of revenues over expenditures	(607,593)
Fund balances at beginning of year	<u>900,940</u>
Fund balances at end of year	<u>\$ 293,347</u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
 Cullen, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
 Changes in Fund Balance of the Governmental Fund to the
 Statement of Activities
 For the Year Ended December 31, 2013

Amounts reported for governmental activities in the Statement of Activities are
 different because:

Net Change in Fund Balance, Governmental Fund (Statement E)	\$ (607,593)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	581,585
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Some revenues reported in the statement of activities are not available as current financial resources and, therefore, are not reported as revenues in governmental fund.	8,817
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The issuance of long-term debt (bonds) provides current financial resources to governmental funds. This amount is the net effect of these differences in the treatment of long-term debt	41,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental fund.	140
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Change in Net Assets of Governmental Activities (Statement B)	\$ <u>23,949</u>
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See accountants' report.

SUPPLEMENTAL INFORMATION SCHEDULES

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Governmental Fund Type - Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Governmental Fund Modified Accrual Basis) and Actual
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
				<u>Over (Under)</u>
REVENUES				
Ad valorem taxes	\$ 104,000	104,000	113,778	\$ 9,778
Ad valorem taxes- bond payoff	57,587	57,587	61,577	3,990
Interest	2,000	2,000	1,840	(160)
Intergovernmental -				
Webster Parish Police Jury	10,000	10,000	11,155	1,155
On-behalf payments	6,000	6,000	6,000	-
Other revenues	2,000	2,000	4,809	2,809
Total revenues	<u>181,587</u>	<u>181,587</u>	<u>199,159</u>	<u>17,572</u>
EXPENDITURES				
Current - public safety:				
Salaries & related expenses	40,200	40,200	40,054	146
Other Benefits	-	-	6,169	(6,169)
Board members	4,200	4,200	2,130	2,070
Fireman reimbursements	12,000	12,000	8,022	3,978
Utilities	2,850	2,850	4,308	(1,458)
Accounting & Legal	1,600	1,600	3,550	(1,950)
Insurance	23,700	23,700	26,706	(3,006)
Office expense	550	550	3,591	(3,041)
Dues & subscriptions	200	200	502	(302)
Building lease	2,500	2,500	123	2,377
Repairs & maintenance	10,000	10,000	20,816	(10,816)
Telephone	3,650	3,650	4,825	(1,175)
Supplies	1,500	1,500	5,970	(4,470)
Training	800	800	2,682	(1,882)
Fuel & truck expense	9,100	9,100	6,877	2,223
Miscellaneous	150	150	124	26
Bond & Interest Payment	57,587	57,587	57,587	-
Capital outlay	623,716	623,716	612,716	11,000
Total expenditures	<u>794,303</u>	<u>794,303</u>	<u>806,752</u>	<u>(12,449)</u>
Excess (deficiency) of revenues over expenditures	(612,716)	(612,716)	(607,593)	5,123
Fund balance at beginning of year	<u>900,940</u>	<u>900,940</u>	<u>900,940</u>	-
Fund balance at end of year	<u>\$ 288,224</u>	<u>288,224</u>	<u>293,347</u>	<u>\$ 5,123</u>

See accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
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Schedule of Per Diem Paid to Board Members
For the Year Ended December 31, 2013

The per diem paid to board members of Webster Parish Fire Protection District No. 6 is as follows:

	<u>Per Diem</u>
Billy Smith	\$ 220
David Stephens	70
John Blake	270
Kenneth Garrett	220
Barry Smith	100
Lawrence Williams	<u>50</u>
	<u>\$ 930</u>

See accompanying accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
Cullen, Louisiana

Summary Schedule of Prior Year Findings
For the Year Ended December 31, 2013

2012-01 Budget amendments -- resolved

2012-02 Financial Reporting -- resolved

See accompanying accountants' report.

WEBSTER PARISH FIRE PROTECTION DISTRICT NO. 6
WEBSTER PARISH POLICE JURY
 Cullen, Louisiana

Corrective Action Plan for Current Year Findings
For the Year Ended December 31, 2013

2013-1 Significant Deficiency in Internal Control over Financial Reporting

Condition & Criteria: As is common in small organizations, management has chosen to engage the auditor to propose certain year-end adjusting entries and to prepare their annual financial statements. This condition is intentional by management based upon the District's financial complexity, along with the cost effectiveness of acquiring the ability to prepare financial statements in accordance with generally accepted accounting principles. In relation to this decision, internal controls over the preparation of year-end adjusting entries and annual financial statements, complete with notes, in accordance with generally accepted accounting principles, have not been established. Under generally accepted auditing standards, this condition represents a significant deficiency in internal controls.

Statement on Auditing Standards (SAS) 112, effective for audits of financial statements for periods after December 15, 2006, requires that we report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are adequately mitigated with nonaudit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

Cause: The condition is due to economic limitations.

Effect: Misstatements in the financial statements or footnotes may not be detected.

Recommendation: No recommendation is made for this deficiency. Management must determine whether the benefit from an internal control exceeds its cost, and therefore it may be impractical to correct all deficiencies required to be reported under SAS 112. The cost benefit analysis is not a factor in the reporting requirements of SAS 112. We do not believe that correcting the significant deficiency as described above would be cost effective or practical for the Webster Parish Fire Protection District #6 therefore no corrective action is recommended.

Management Response: Webster Parish Fire Protection District #6 agrees with the above finding.